## **SENATE BILL No. 510**

## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 20-1; IC 20-5-62; IC 20-5.5; IC 20-6.1; IC 20-8.1-3-17.5; IC 20-10.1; IC 20-10.2.

**Synopsis:** ISTEP testing. Replaces the ISTEP test program with an assessment program using the Iowa Tests of Basic Skills or the Iowa Tests of Educational Development, as is appropriate for the grade level being tested.

Effective: July 1, 2003.

## Waterman

January 23, 2003, read first time and referred to Committee on Education and Career Development.





First Regular Session 113th General Assembly (2003)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2002 Regular or Special Session of the General Assembly.

## SENATE BILL No. 510

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 20-1-1-6.5, AS ADDED BY P.L.221-1999,
SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
JULY 1, 2003]: Sec. 6.5. (a) As used in this section, "board" refers to
the state board of education established under section 1 of this chapter.

- (b) As used in this section, "department" refers to the department of education established under IC 20-1-1.1-2.
- (c) As used in this section, "governing body" has the meaning set forth in IC 20-10.1-1-5.
- (d) As used in this section, "plan" refers to an Indiana school academic plan established under section 6.3 of this chapter.
- (e) As used in this section, "program" refers to a professional development program.
- (f) As used in this section, "superintendent" has the meaning set forth in IC 20-10.1-1-6.
- (g) A school shall develop a program as a component of a plan established by the school.
  - (h) The following apply to a program developed under this section:



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1	(1) The program must emphasize improvement of student
2	learning and performance.
3	(2) The program must be developed by the committee that
4	develops the school's strategic and continuous improvement and
5	achievement plan under IC 20-10.2-3-1.
6	(3) The program must be integrated with the school's strategic and
7	continuous improvement and achievement plan developed under
8	IC 20-10.2-3.
9	(i) A school committee shall submit the school's program to the
10	superintendent for the superintendent's review. The superintendent:
11	(1) shall review the plan to ensure that the program aligns with
12	the school corporation's objectives, goals, and expectations;
13	(2) may make written recommendations of modifications to the
14	program to ensure alignment; and
15	(3) shall return the program and any recommendations to the
16	school committee.
17	(j) A school committee may modify the program to comply with
18	recommendations made by the superintendent under subsection (i).
19	(k) A school committee shall submit the program as part of its plan
20	to the governing body. The governing body shall:
21	(1) approve or reject the program as part of the plan; and
22	(2) submit the program to the board as part of the plan for the
23	school.
24	(l) The board may approve a school's program only if the program
25	meets the board's core principles for professional development and the
26	following additional criteria:
27	(1) To ensure high quality professional development, the
28	program:
29	(A) is school based and collaboratively designed, and
30	encourages participants to work collaboratively;
31	(B) has a primary focus on state and local academic standards,
32	including a focus on Core 40 subject areas;
33	(C) enables teachers to improve expertise in subject
34	knowledge and teaching strategies, uses of technologies, and
35	other essential elements in teaching to high standards;
36	(D) furthers the alignment of standards, curriculum, and
37	assessments; and
38	(E) includes measurement activities to ensure the transfer of
39	new knowledge and skills to classroom instruction.
40	(2) A variety of resources, including needs assessments, an
41	analysis of data regarding student learning needs, professional
42	literature research and school improvement programs, are used



1	in developing the program.
2	(3) The program supports professional development for all
3	stakeholders.
4	(4) The program includes ongoing professional growth
5	experiences that provide adequate time and job embedded
6	opportunities to support school improvement and student
7	learning, including flexible time for professional development
8	that provides professional development opportunities before,
9	during, and after the regular school day and school year.
10	(5) Under the program, teacher time for professional development
11	sustains instructional coherence, participant involvement, and
12	continuity for students.
13	(6) The program includes effective, research based strategies to
14	support ongoing developmental activities.
15	(7) The program supports experiences to increase the effective
16	use of technology to improve teaching and learning.
17	(8) The program encourages diverse techniques, including
18	inquiry, reflection, action research, networking, study groups,
19	coaching, and evaluation.
20	(9) The program includes a means for evaluating the effectiveness
21	of the program and activities under the program.
22	(m) The board shall approve an evaluation system for professional
23	development based on recommendations from the department and the
24	professional standards board. The department shall develop a means
25	for measuring successful programs and activities in which schools
26	participate. The measurements must include the following:
27	(1) A mechanism to identify and develop strategies to collect
28	multiple forms of data that reflect the achievement of expectations
29	for all students. The data may include the results of ISTEP tests
30	assessments under IC 20-10.1-16, local tests, classroom work,
31	and teacher and administrator observations.
32	(2) A procedure for using collected data to make decisions.
33	(3) A method of evaluation in terms of educator's practice and
34	student learning, including standards for effective teaching and
35	effective professional development.
36	(n) A school qualifies for a grant from the department when the
37	school's program, developed and submitted under this section, is
38	approved by the board upon recommendation of the department. For
39	purposes of determining whether a school qualifies for a grant under
40	this chapter, the department shall:
41	(1) review;

(2) suggest changes to; and



1	(3) recommend approval or rejection of;
2	a school's program.
3	(o) A school must use a grant received under this chapter to
4	implement all or part of the school's program by funding activities that
5	may include the following:
6	(1) Partnership programs with other entities, including
7	professional development schools.
8	(2) Teacher leadership academies, research teams, and study
9	•
10	groups.
	(3) Workshops, seminars, and site visits.
11 12	(4) Cooperative programs with other school corporations.
	(5) National board certification for teachers.
13	(p) A school may contract with private or public sector providers to
14	provide professional development activities under this section.
15	(q) A grant received under this section:
16	(1) shall be expended only for the conduct of activities specified
17	in the program; and
18	(2) shall be coordinated with other professional development
19	programs and expenditures of the school and school corporation.
20	(r) A school shall report to the department concerning the use of
21	grants received under this chapter. A school that fails to make a report
22	under this section is not eligible for a subsequent grant.
23	SECTION 2. IC 20-1-1.2-11, AS AMENDED BY P.L.221-1999,
24	SECTION 8, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25	JULY 1, 2003]: Sec. 11. (a) During its onsite evaluation, a review panel
26	shall review the following for a school:
27	(1) Teaching practices and administrative leadership in
28	instruction.
29	(2) Parental and community involvement.
30	(3) Implementation of the ISTEP assessment remediation
31	program under IC 20-10.1-17 and the educational opportunity
32	program for at-risk children.
33	(4) The homework policy.
34	(b) In addition to its review under subsection (a), the review panel
35	shall verify compliance with the legal standards for accreditation set
36	out in section 7 of this chapter.
37	SECTION 3. IC 20-1-1.3-1 IS AMENDED TO READ AS
38	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 1. As used in this
39	chapter, "score" refers to the results of:
40	(1) the ISTEP assessment program tests described in
41	IC 20-10.1-16; or
42	(2) a locally adopted assessment program established under



1	IC 20-5-62-6(7).
2	SECTION 4. IC 20-1-20.5-10, AS ADDED BY P.L.146-1999,
3	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4	JULY 1, 2003]: Sec. 10. The roundtable shall review and recommend
5	to the board for the board's approval the following:
6	(1) The academic standards under IC 20-10.1-16 for all grade
7	levels from kindergarten through grade 12.
8	(2) The content and format of the ISTEP assessment program
9	under IC 20-10.1-16, including the following:
10	(A) The graduation examination.
11	(B) The passing scores required at the various grade levels
12	tested under the ISTEP assessment program.
13	SECTION 5. IC 20-1-21-7, AS AMENDED BY P.L.221-1999,
14	SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
15	JULY 1, 2003]: Sec. 7. A report must contain the following:
16	(1) The benchmarks and indicators of performance listed in
17	section 9 of this chapter for each of the preceding three (3) years.
18	(2) Additional components determined under section 8(4) of this
19	chapter.
20	(3) A comparison of the benchmarks described in section 9(1)
21	through 9(3) of this chapter to performance based accreditation
22	goals developed under IC 20-1-1.2.
23	(4) Additional information or explanation that the governing body
24	wishes to include, including results of assessments of students
25	under programs other than the ISTEP assessment program under
26	IC 20-10.1-16 that a school corporation uses to determine if
27	students are meeting or exceeding academic standards in grades
28	that are not tested under the ISTEP assessment program.
29	SECTION 6. IC 20-1-21-9, AS AMENDED BY P.L.237-2001,
30	SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
31	JULY 1, 2003]: Sec. 9. Beginning with the report published in 2002,
32	the report must include the following benchmarks or indicators of
33	performance:
34	(1) Graduation rate.
35	(2) Attendance rate.
36	(3) The following test scores, including the number and
37	percentage of students meeting academic standards:
38	(A) ISTEP test scores.
39	(B) (A) Scores for assessments under IC 20-10.1-16-15, if
40	appropriate. IC 20-10.1-16.
41	(C) (B) For a freeway school, scores on a locally adopted
42	assessment program, if appropriate.



1	(4) Actual class size.
2	(5) The number and percentage of students in the following
3	groups or programs:
4	(A) At risk.
5	(B) Vocational education.
6	(C) Special education.
7	(D) Gifted or talented.
8	(E) Remediation and preventive remediation.
9	(6) Advanced placement, including the following:
10	(A) For advanced placement tests, the number and percentage
11	of students:
12	(i) scoring three (3), four (4), and five (5); and
13	(ii) participating.
14	(B) For the Scholastic Aptitude Test:
15	(i) test scores for all students taking the test;
16	(ii) test scores for students completing the academic honors
17	diploma program; and
18	(iii) the number and percentage of students participating.
19	(7) Course completion, including the number and percentage of
20	students completing the following programs:
21	(A) Academic honors diploma.
22	(B) Core 40 curriculum.
23	(C) Vocational programs.
24	(8) The percentage of graduates who pursue higher education.
25	(9) School safety, including the number and percentage of
26	students receiving suspension or expulsion for the possession of
27	alcohol, drugs, or weapons.
28	(10) Financial information and various school cost factors
29	relevant to performance.
30	(11) Technology accessibility and use of technology in
31	instruction.
32	(12) Staff professional development, including the type and extent
33	of opportunities available.
34	(13) Student mobility rates.
35	(14) Number and types of partnerships with the community,
36	business, or higher education.
37	(15) Teacher licensing, certification, and preparation, including
38	the number of teachers with national board certification.
39	(16) The percentage of grade 3 students reading at or above grade
40	3 level.
41	(17) A comparison of ISTEP assessment scores under
42	IC 20-10.1-16 and the dropout rate.



1	(18) Other indicators of performance as recommended by the	
2	education roundtable (IC 20-1-20.5-3).	
3	SECTION 7. IC 20-5-62-5 IS AMENDED TO READ AS	
4	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 5. Notwithstanding any	
5	other law, the operation of the following is suspended for a freeway	
6	school corporation or a freeway school if the governing body of the	
7	school corporation elects to have the specific statute or rule suspended	
8	in the contract:	
9	(1) The following statutes and rules concerning curriculum and	
10	instructional time:	
11	IC 20-10.1-2-2	
12	IC 20-10.1-4-6	
13	IC 20-10.1-4-7	
14	IC 20-10.1-4-9.1	
15	511 IAC 6-7-6	
16	511 IAC 6.1-3-4	
17	511 IAC 6.1-5-0.5	U
18	511 IAC 6.1-5-1	
19	511 IAC 6.1-5-2.5	
20	511 IAC 6.1-5-3.5	
21	511 IAC 6.1-5-4	
22	(2) The following rules concerning pupil/teacher ratios:	
23	511 IAC 6-2-1(b)(2)	
24	511 IAC 6.1-4-1	
25	(3) The following statutes and rules concerning textbooks:	
26	IC 20-10.1-9-1	
27	IC 20-10.1-9-18	
28	IC 20-10.1-9-21	W
29	IC 20-10.1-9-23	
30	IC 20-10.1-9-27	
31	IC 20-10.1-10-1	
32	IC 20-10.1-10-2	
33	511 IAC 6.1-5-5	
34	(4) 511 IAC 6-7, concerning graduation requirements.	
35	(5) 511 IAC 6-2-1(c)(4), concerning pupil/principal ratios.	
36	(6) 511 IAC 2-2, concerning school construction and remodeling.	
37	(7) IC 20-1-1.2, concerning the performance-based accreditation	
38	system.	
39	(8) IC 20-10.1-16, concerning the ISTEP assessment program	
40	established under IC 20-10.1-16-8, if an alternative locally	
41	adopted norm and criterion referenced assessment program is	
42	adopted under section 6(7) of this chapter.	



SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6. Except as provided in this chapter and notwithstanding any other law, a freeway school corporation or a freeway school may do the following during the contract period:  (1) Disregard the observance of any statute or rule that is listed in the contract.  (2) Lease school transportation equipment to others for nonschool use when the equipment is not in use for a school corporation purpose, if the lessee has not received a bid from a private entity to provide transportation equipment or services for the same purpose.  (3) Replace the budget and accounting system that is required by law with a budget or accounting system that is frequently used in the private business community. The state board of accounts may not go beyond the requirements imposed upon the state board of accounts by statute in reviewing the budget and accounting system used by a freeway school corporation or a freeway school.  (4) Establish a professional development and technology fund to be used for:  (A) professional development; or  (B) technology, including video distance learning.  However, any money deposited in the professional development and technology fund for technology purposes must be transferred to the school technology fund established under IC 21-2-18.  (5) Subject to subdivision (4), transfer funds obtained from	1	SECTION 8. IC 20-5-62-6, AS AMENDED BY P.L.77-1999,
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(A) professional development; or (B) technology, including video distance learning. However, any money deposited in the professional development and technology fund for technology purposes must be transferred to the school technology fund established under IC 21-2-18. (5) Subject to subdivision (4), transfer funds obtained from	20	
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However, any money deposited in the professional development and technology fund for technology purposes must be transferred to the school technology fund established under IC 21-2-18. (5) Subject to subdivision (4), transfer funds obtained from		· · ·
24 and technology fund for technology purposes must be transferred 25 to the school technology fund established under IC 21-2-18. 26 (5) Subject to subdivision (4), transfer funds obtained from	23	
<ul> <li>to the school technology fund established under IC 21-2-18.</li> <li>(5) Subject to subdivision (4), transfer funds obtained from</li> </ul>		
26 (5) Subject to subdivision (4), transfer funds obtained from	25	
		••
sources other than state or local government taxation among any	27	sources other than state or local government taxation among any
accounts of the school corporation, including a professional	28	
development and technology fund established under subdivision		
30 (4).	30	*
31 (6) Transfer funds obtained from property taxation and from state		
distributions among the general fund (established under	32	
33 IC 21-2-11) and the school transportation fund (established under	33	· · · · · · · · · · · · · · · · · · ·
34 IC 21-2-11.5), subject to the following:	34	*
35 (A) The sum of the property tax rates for the general fund and	35	
the school transportation fund after a transfer occurs under this		
37 subdivision may not exceed the sum of the property tax rates		
for the general fund and the school transportation fund before		· · · · · · · · · · · · · · · · · · ·
39 a transfer occurs under this subdivision.		-
40 (B) This subdivision does not allow a school corporation to		
41 transfer to any other fund money from the:		• • • • • • • • • • • • • • • • • • • •
42 (i) capital projects fund (established under IC 21-2-15); or		· · · · · · · · · · · · · · · · · · ·



1	(ii) debt service fund (established under IC 21-2-4).
2	(7) Establish a locally adopted assessment program to replace the
3	assessment of students under the ISTEP assessment program
4	established under IC 20-10.1-16-8, subject to the following:
5	(A) A locally adopted assessment program must be established
6	by the governing body and approved by the department.
7	(B) A locally adopted assessment program may use a locally
8	developed test or a nationally developed test.
9	(C) Results of assessments under a locally adopted assessment
10	program are subject to the same reporting requirements as
11	results under the ISTEP assessment program established
12	under IC 20-10.1-16-8.
13	(D) Each student who completes a locally adopted assessment
14	program and the student's parent or guardian has the same
15	rights to inspection and rescoring as are set forth in
16	IC 20-10.1-16-7(d).
17	SECTION 9. IC 20-5-62-7 IS AMENDED TO READ AS
18	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 7. The minimum
19	educational benefits that a freeway school corporation or a freeway
20	school must produce under this chapter are the following:
21	(1) An average attendance rate that increases:
22	(A) not less than two percent (2%) each school year until the
23	average attendance rate is eighty-five percent (85%); and
24	(B) one percent (1%) each school year until the average
25	attendance rate is ninety percent (90%).
26	(2) A successful completion rate of the assessment program by
27	meeting essential standards under the ISTEP assessment program
28	(IC 20-10.1-16) under IC 20-10.1-16 or a locally adopted
29	assessment program established under section 6(7) of this chapter
30	that increases:
31	(A) not less than two percent (2%) each school year until the
32	successful completion rate is not less than eighty-five percent
33	(85%); and
34	(B) one percent (1%) each school year until the successful
35	completion rate is not less than ninety percent (90%);
36	of the students in the designated grade levels under the <del>ISTEP</del>
37	assessment program (IC 20-10.1-16) under IC 20-10.1-16 or the
38	locally adopted assessment program that are grades contained in
39	the freeway school corporation or freeway school.
40	(3) Beginning with the class of students who expect to graduate
41	four (4) years after a freeway school corporation or a freeway
42	school that is a high school obtains freeway status, a graduation



1	rate as determined under 511 IAC 6.1-1-2(j) that increases:
2	(A) not less than two percent (2%) each school year until the
3	graduation rate is not less than eighty-five percent (85%); and
4	(B) one percent (1%) each school year until the graduation rate
5	is ninety percent (90%).
6	After a freeway school corporation or a freeway school has achieved
7	the minimum rates required under subdivisions (1) through (3), the
8	freeway school corporation or freeway school must either maintain the
9	minimum required rates or show continued improvement of those rates.
0	SECTION 10. IC 20-5.5-4-1, AS ADDED BY P.L.100-2001,
1	SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
2	JULY 1, 2003]: Sec. 1. A charter must do the following:
3	(1) Be a written instrument.
4	(2) Be executed by a sponsor and an organizer.
.5	(3) Confer certain rights, franchises, privileges, and obligations
6	on a charter school.
7	(4) Confirm the status of a charter school as a public school.
8	(5) Be granted for:
9	(A) not less than three (3) years; and
20	(B) a fixed number of years agreed to by the sponsor and the
21	organizer.
22	(6) Provide for:
23	(A) a review by the sponsor of the charter school's
24	performance, including the progress of the charter school in
25	achieving the academic goals set forth in the charter, at least
26	one (1) time in each five (5) year period while the charter is in
27	effect; and
28	(B) renewal, if the sponsor and the organizer agree to renew
29	the charter.
30	(7) Specify the grounds for the sponsor to:
31	(A) revoke the charter before the end of the term for which the
32	charter is granted; or
33	(B) not renew a charter.
34	(8) Set forth the methods by which the charter school is held
35	accountable for achieving the educational mission and goals of
86	the charter school, including the following:
37	(A) Evidence of improvement in assessment measures,
88	including ISTEP and Graduation Qualifying Exam,
89	assessments under IC 20-10.1-16, attendance rates,
10	graduation rates (if appropriate), increased numbers of Core
1	40 diplomas (if appropriate), and increased numbers of
12	academic honors diplomas (if appropriate)





1	(B) Evidence of progress toward reaching the educational
2	goals set by the organizer.
3	(9) Describe the method to be used to monitor the charter
4	school's:
5	(A) compliance with applicable law; and
6	(B) performance in meeting targeted educational performance.
7	(10) Specify that the sponsor and the organizer may amend the
8	charter during the term of the charter by mutual consent and
9	describe the process for amending the charter.
0	(11) Describe specific operating requirements, including all of the
. 1	matters set forth in the application for the charter.
2	(12) Specify a date when the charter school will:
3	(A) begin school operations; and
4	(B) have students in attendance at the charter school.
5	(13) Specify that records of a charter school relating to the
6	school's operation and charter are subject to inspection and
7	copying to the same extent that records of a public school are
8	subject to inspection and copying under IC 5-14-3.
9	(14) Specify that records provided by the charter school to the
20	department or sponsor that relate to compliance by the operator
21	with the terms of the charter or applicable state or federal laws are
22	subject to inspection and copying in accordance with IC 5-14-3.
23	(15) Specify that the charter school is subject to the requirements
24	of IC 5-14-1.5.
25	SECTION 11. IC 20-5.5-9-2, AS ADDED BY P.L.100-2001,
26	SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
27	JULY 1, 2003]: Sec. 2. An annual report under this chapter must
28	contain the following information for a charter school:
29	(1) Results of all standardized testing, including ISTEP and
30	Graduation Qualifying Exam. assessments under IC 20-10.1-16.
31	(2) A description of the educational methods and teaching
32	methods employed.
33	(3) Daily attendance records.
34	(4) Graduation statistics (if appropriate), including attainment of
35	Core 40 and Academic Honors Diplomas.
86	(5) Student enrollment data, including the following:
37	(A) The number of students enrolled.
88	(B) The number of students expelled.
39	(C) The number of students who discontinued attendance at
10	the charter school and the reasons for the discontinuation.
1	SECTION 12. IC 20-6.1-4-17.7, AS ADDED BY P.L.231-2001,
12	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE



1	JULY 1, 2003]: Sec. 17.7. The evaluation of a principal's performance
2	may not be based wholly on the ISTEP assessment program test scores
3	under IC 20-10.1-16 of the students enrolled at the principal's school.
4	However, the ISTEP assessment program test scores under
5	IC 20-10.1-16 of the students enrolled at a principal's school may be
6	considered as one (1) of the factors in the evaluation of the principal's
7	overall performance at the school.
8	SECTION 13. IC 20-6.1-9-3 IS AMENDED TO READ AS
9	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 3. Each plan:
10	(1) must provide for the improvement of the performance of the
11	individuals evaluated;
12	(2) must provide for the growth and development of the
13	individuals evaluated;
14	(3) must require periodic assessment of the effectiveness of the
15	plan;
16	(4) must provide that nonpermanent and semipermanent teachers:
17	(A) receive an evaluation on or before December 31 each year;
18	and
19	(B) if requested by that teacher, an additional evaluation on or
20	before March 1 of the following year; and
21	(5) may provide a basis for making employment decisions.
22	However, the plan may not provide for an evaluation that is based in
23	whole or in part on the <del>ISTEP</del> assessment program test scores under
24	IC 20-10.1-16 of the students in the school corporation.
25	SECTION 14. IC 20-8.1-3-17.5, AS AMENDED BY P.L.34-2000,
26	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
27	JULY 1, 2003]: Sec. 17.5. (a) A school corporation shall record or
28	include in the official high school transcript for each student in high
29	school the following information:
30	(1) Attendance records.
31	(2) The student's latest <del>ISTEP</del> assessment test results under
32	IC 20-10.1-16.
33	(3) Any secondary level and postsecondary level certificates of
34	achievement earned by the student.
35	(4) Immunization information from the immunization record the
36	student's school keeps under IC 20-8.1-7-9.
37	(b) A school corporation may include information on a student's
38	high school transcript that is in addition to the requirements of
39	subsection (a).
40	SECTION 15. IC 20-10.1-16-1.2 IS ADDED TO THE INDIANA
41	CODE AS A NEW SECTION TO READ AS FOLLOWS
42	[EFFECTIVE JULY 1, 2003]: Sec. 1.2. As used in this chapter,



1	"assessment" refers to one (1) of the following tests, as is
2	appropriate for the grade level being tested:
3	(1) The Iowa Tests of Basic Skills.
4	(2) The Iowa Tests of Educational Development.
5	SECTION 16. IC 20-10.1-16-1.3 IS ADDED TO THE INDIANA
6	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
7	[EFFECTIVE JULY 1, 2003]: Sec. 1.3 . As used in this chapter,
8	"assessment program" refers to the test program administered
9	under this chapter.
.0	SECTION 17. IC 20-10.1-16-1.5 IS AMENDED TO READ AS
.1	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 1.5. As used in this
2	chapter, "graduation examination" means the test designated by the
3	state board of education under the <del>ISTEP</del> assessment program.
4	SECTION 18. IC 20-10.1-16-4, AS AMENDED BY P.L.146-1999,
.5	SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
.6	JULY 1, 2003]: Sec. 4. (a) The board shall:
.7	(1) authorize the development and implementation of the Indiana
.8	statewide testing for educational progress assessment program;
9	and
20	(2) determine the date on which the statewide testing is
21	administered in each school corporation.
22	(b) The state superintendent is responsible for the overall
23	development, implementation and monitoring of the ISTEP assessment
24	program.
25	(c) The department shall prepare detailed design specifications for
26	the ISTEP program that must do the following:
27	(1) Take into account the academic standards.
28	(2) Include testing of students' higher level cognitive thinking in
29	each subject area tested.
30	SECTION 19. IC 20-10.1-16-5, AS AMENDED BY P.L.146-1999,
31	SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
32	JULY 1, 2003]: Sec. 5. (a) The purposes of the ISTEP assessment
33	program developed implemented under this chapter are as follows:
34	(1) To assess the strengths and weaknesses of school
35	performance.
36	(2) To assess the effects of state and local educational programs.
37	(3) To compare achievement of students in Indiana to
88	achievement of students on a national basis.
39	(4) To provide a source of information for state and local decision
10	makers with regard to educational matters, including the
11	following:
12	(A) The overall academic progress of students



1	(B) The need for new or revised educational programs.
2	(C) The need to terminate existing educational programs.
3	(D) Student readiness for postsecondary school experiences.
4	(E) Overall curriculum development and revision activities.
5	(F) Identifying students who may need remediation under
6	IC 20-10.1-17.
7	(G) Diagnosing individual student needs.
8	(H) Teacher training and staff development activities.
9	(b) To carry out the purposes described in subsection (a), each
10	English/language arts and mathematics test developed for use under
11	ISTEP the assessment program must include the following:
12	(1) A method of testing basic skills appropriate for the designated
13	grade level, including multiple choice questions.
14	(2) A method of testing applied skills appropriate for the
15	designated grade level, including short answer or essay questions
16	and the solving of arithmetic or mathematical problems.
17	(3) A method of testing and grading that will allow comparison
18	with national and international academic standards.
19	SECTION 20. IC 20-10.1-16-5.2 IS AMENDED TO READ AS
20	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 5.2. General language
21	arts essay scoring rubrics shall be made available to the public by the
22	department at least four (4) months before the administration of a test.
23	An essay question, a scoring rubric, or an anchor paper used in the
24	ISTEP program must comply with the following:
25	(1) For an essay question, have a prompt that is taken from:
26	(A) a textbook on the state textbook adoption list included in
27	<del>IC 20-10.1-9; or</del>
28	(B) a source other than a source listed in clause (A) that is
29	approved by the ISTEP program citizens' review committee
30	established by section 5.5 of this chapter.
31	(2) Not seek or compile information about a student's:
32	(A) personal attitudes;
33	(B) political views;
34	(C) religious beliefs;
35	(D) family relationships; or
36	(E) other matters listed in IC 20-10.1-4-15(b).
37	The ISTEP program citizens' review committee established by
38	section 5.5 of this chapter shall determine whether an essay
39	question or a scoring rubric complies with this subdivision.
40	SECTION 21. IC 20-10.1-16-7, AS AMENDED BY P.L.146-1999,
41	SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
42	JULY 1, 2003]: Sec. 7. (a) The scoring of student responses under an



1	ISTEP test: assessment:
2	(1) must measure student achievement relative to the academic
3	standards established by the Indiana state board of education;
4	(2) must adhere to scoring rubrics and anchor papers; and
5	(3) may not reflect the scorer's judgment of the values expressed
6	by a student in the student's responses.
7	(b) This subsection applies to reports of scores in mathematics and
8	English language arts. Reports must:
9	(1) provide scores indicating student performance relative to each
10	of the academic standards:
11	(A) established by the Indiana state board of education; and
12	(B) assessed by the test;
13	(2) be related to passing scores established by the board; and
14	(3) contain the information listed in subdivisions (1) and (2) for
15	the following levels:
16	(A) Individual student.
17	(B) Classroom.
18	(C) School.
19	(D) School corporation.
20	(E) The state of Indiana.
21	(c) Reports of student scores must be:
22	(1) returned to the school corporation that administered the test;
23	and
24	(2) accompanied by a guide for interpreting scores.
25	(d) After reports of student scores are returned to a school
26	corporation, the school corporation shall promptly do the following:
27	(1) Give each student and the student's parent or guardian the
28	student's <del>ISTEP</del> assessment scores.
29	(2) Make available for inspection to each student and the student's
30	parent or guardian the following:
31	(A) A copy of the essay questions and prompts used in
32	assessing the student.
33	(B) A copy of the student's scored essays.
34	(C) A copy of the anchor papers and scoring rubrics used to
35	score the student's essays.
36	A student's parent or guardian may request a rescoring of a student's
37	responses to a test, including a student's essay. No individual's ISTEP
38	<b>assessment</b> scores may be disclosed to the public.
39	(e) After a school receives score reports, the school shall schedule
40	a parent/teacher conference with the following:
41	(1) A parent who requests a parent/teacher conference on the
42	scores of the parent's child.



1	(2) The parent of each student who does not receive a passing
2	score on the test. The conference must include a discussion of:
3	(A) the student's test scores, including subscores on academic
4	standards; and
5	(B) the proposed remediation plan for the student.
6	(f) The aggregate results of the ISTEP assessment tests shall be
7	compiled by each school corporation in a manner that will permit
8	evaluation of learning progress within the school corporation. The
9	school corporation shall make the compilation of test results available
10	for public inspection and shall provide that compilation to the parent
11	or guardian of each student tested under the ISTEP assessment
12	program.
13	(g) The department shall develop a format for the publication by
14	school corporations in an annual performance report required by statute
15	of appropriate academic information required by the department,
16	including ISTEP assessment scores, in a manner that a reasonable
17	person can easily read and understand.
18	(h) The school corporation shall provide the ISTEP assessment
19	program test results on a school by school basis to the department upon
20	request.
21	(i) Upon request by the commission for higher education, the
22	department shall provide <del>ISTEP</del> assessment program test results to the
23	commission for those students for whom the commission under 20
24	U.S.C. 1232(g) has obtained consent.
25	SECTION 22. IC 20-10.1-16-8, AS AMENDED BY P.L.193-1999,
26	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
27	JULY 1, 2003]: Sec. 8. (a) The state superintendent shall develop an
28	ISTEP assessment program testing schedule in which:
29	(1) each student in grades 3, 6, 8, and 10 must be tested; and
30	(2) each student in grade 10 must take a graduation examination.
31	The board shall adopt rules to establish when a student is considered
32	to be in grade 10 for purposes of initially taking the graduation
33	examination.
34	(b) A student who is a child with a disability (as defined in
35	IC 20-1-6-1) shall be tested under this chapter with appropriate
36	accommodations in testing materials and procedures unless the
37	individuals who develop the child's individualized education program
38	determine that testing under this chapter, or a part of the testing, is not
39	appropriate for the student and that an alternate assessment will be
40	used to test the student's achievement.
41	(c) Any decision with regard to a student who is a child with a
42	disability (as defined in IC 20-1-6-1) to participate in testing under this



chapter, to receive accommodations in testing materials and				
procedures, to participate in remediation under IC 20-10.1-17, or to be				
retained at the same grade level for consecutive school years shall be				
made in accordance with the child's individualized education program,				
subject to the <del>ISTEP</del> assessment program manual, and federal law.				
SECTION 23. IC 20-10.1-16-9 IS AMENDED TO READ AS				
FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 9. (a) If a nonpublic				
school seeks accreditation as authorized under IC 20-1-1-6(a)(5), the				
governing body of the nonpublic school is entitled to acquire at no				
charge from the department:				
(1) the ISTEP assessment program test; and				
(2) the scoring reports used by the department.				
(b) The nonpublic school seeking accreditation must:				
(1) administer the ISTEP assessment program test to its students				
at the same time that school corporations administer the test; and				
(2) make available to the department the results of the <del>ISTEP</del>				
assessment program testing.				
SECTION 24. IC 20-10.1-17-1 IS AMENDED TO READ AS				
FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 1. As used in this				
chapter, "ISTEP "assessment program" has the meaning set forth in				
IC 20-10.1-16.				
SECTION 25. IC 20-10.1-17-3, AS AMENDED BY P.L.146-1999,				
SECTION 14, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE				
JULY 1, 2003]: Sec. 3. (a) The board shall adopt clear, concise, and				
jargon free state academic standards that are comparable to national				
and international academic standards. These academic standards must				
be adopted for each grade level from kindergarten through grade 12 for				
the following subjects:				
(1) English/language arts.				
(2) Mathematics.				
(3) Social studies.				
(4) Science.				
For grade levels tested under the ISTEP assessment program, the				
academic standards must be based in part upon the results of the ISTEP				
assessment program.				
(b) The department shall do the following:				
(1) Distribute the academic standards established under this				
section to each school corporation for distribution by the school				
corporation to the parent of each student in the school				
corporation.				
(2) Survey parents of students, members of the business				

community, representatives of higher education, and educators on



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1	the importance and applicability of academic standards.
2	(c) ISTEP Assessment program testing shall be administered in the
3	following subject areas:
4	(1) English/language arts.
5	(2) Mathematics.
6	(3) Beginning in school year 2002-2003, science, in grade levels
7	determined by the board.
8	(4) Beginning in school year 2003-2004, social studies, in grade
9	levels determined by the board.
10	SECTION 26. IC 20-10.1-17-10 IS AMENDED TO READ AS
11	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 10. Notwithstanding
12	the requirements of this chapter, any decisions made with regard to:
13	(1) attendance in a remediation program;
14	(2) ISTEP assessment program testing; and
15	(3) the grade level placement;
16	for a student who is a child with a disability (as defined in IC 20-1-6-1),
17	shall be made in accordance with the individualized education program
18	(as defined in IC 20-1-6-1), state law, and federal law.
19	SECTION 27. IC 20-10.1-21-6 IS AMENDED TO READ AS
20	FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6. Readiness testing
21	under this chapter is in addition to ISTEP assessment program testing
22	under IC 20-10.1-16.
23	SECTION 28. IC 20-10.2-3-3, AS AMENDED BY P.L.112-2002,
24	SECTION 5, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25	JULY 1, 2003]: Sec. 3. (a) A plan:
26	(1) shall lay out objectives for a three (3) year period; and
27	(2) must be annually reviewed and revised to accomplish the
28	achievement objectives of the school.
29	(b) A plan must establish objectives for the school to achieve. These
30	achievement objectives must be consistent with academic standards
31	and include improvement in at least the following areas:
32	(1) Attendance rate.
33	(2) The percentage of students meeting academic standards under
34	the ISTEP assessment program (IC 20-10.1-16). established
35	under IC 20-10.1-16.
36	(3) For a secondary school, graduation rate.
37	(c) A plan must address the learning needs of all students, including
38	programs and services for exceptional learners.
39	(d) A plan must specify how and to what extent the school expects
40	to make continuous improvement in all areas of the education system
41	where results are measured by setting benchmarks for progress on an
42	individual school basis.



1	(e) A plan must note specific areas where improvement is needed			
2	immediately.			
3	SECTION 29. IC 20-10.2-3-5, AS AMENDED BY P.L.279-2001,			
4	SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE			
5	JULY 1, 2003]: Sec. 5. (a) A plan must contain the following			
6	components for the school:			
7	(1) A list of the statutes and rules that the school wishes to have			
8	suspended from operation for the school.			
9	(2) A description of the curriculum and information concerning			
10	the location of a copy of the curriculum that is available for			
11	inspection by members of the public.			
12	(3) A description and name of the assessments that will be used			
13	in the school in addition to ISTEP assessments under			
14	IC 20-10.1-16.			
15	(4) A plan to be submitted to the governing body and made			
16	available to all interested members of the public in an easily			
17	understood format.			
18	(5) A provision to maximize parental participation in the school,			
19	which may include access to learning aids to assist students with			
20	school work at home, information on home study techniques, or			
21	access to school resources.			
22	(6) For a secondary school, a provision to do the following:			
23	(A) Offer courses that allow all students to become eligible to			
24	receive an academic honors diploma.			
25	(B) Encourage all students to earn an academic honors			
26	diploma or complete the Core 40 curriculum.			
27	(7) A provision to maintain a safe and disciplined learning			
28	environment for students and teachers.			
29	(8) A provision for the coordination of technology initiatives and			
30	ongoing professional development activities.			
31	(b) If, for a purpose other than a plan under this chapter, a school			
32	has developed materials that are substantially similar to a component			
33	listed in subsection (a), the school may substitute those materials for			
34	the component listed in subsection (a).			
35	SECTION 30. IC 20-10.2-4-4, AS ADDED BY P.L.221-1999,			
36	SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE			
37	JULY 1, 2003]: Sec. 4. (a) The student educational achievement fund			
38	is established to provide funds to stimulate and recognize improved			
39	student performance in meeting academic standards under the ISTEP			
40	assessment program established under IC 20-10.1-16. The fund is			
41	administered by the department.			

(b) The fund consists of appropriations from the general assembly.



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1	(c) Money in the fund at the end of a state fiscal year does not revert	
2	to the state general fund.	
3	SECTION 31. IC 20-10.2-4-6, AS ADDED BY P.L.221-1999,	
4	SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE	
5	JULY 1, 2003]: Sec. 6. (a) The education roundtable shall recommend	
6	to the board a system for awarding and distributing grants under this	
7	chapter. A system recommended under this section must be based on	
8	graduated levels of improvement based on ISTEP assessment program	
9	standards under IC 20-10.1-16 and other assessments recommended	
10	and approved by the education roundtable.	
11	(b) The department shall begin distributing grants during the	
12	2002-2003 school year.	
13	SECTION 32. IC 20-10.2-5-1, AS ADDED BY P.L.221-1999,	
14	SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE	
15	JULY 1, 2003]: Sec. 1. (a) The performance of a school's students on	
16	ISTEP assessments under IC 20-10.1-16 and other assessments	
17	recommended by the education roundtable and approved by the board	
18	are the primary and majority means of assessing a school's	
19	improvement.	
20	(b) The education roundtable shall examine and make	
21	recommendations to the board concerning:	
22	(1) performance indicators that shall be used as secondary means	
23	of determining school progress;	
24	(2) expected progress levels, continuous improvement measures,	
25	distributional performance levels, and absolute performance	
26	levels for schools; and	
27	(3) an orderly transition from the performance based accreditation	
28	system to the assessment system set forth in this article.	
29	(c) The education roundtable shall consider methods of measuring	
30	improvement and progress used in other states in developing	
31	recommendations under this section.	
32	(d) The education roundtable shall make recommendations to the	
33	board by June 30, 2000.	
34	(e) The board shall adopt rules under IC 4-22-2 to implement the	
35	recommendations of the education roundtable by January 1, 2001.	
36	SECTION 33. IC 20-10.2-5-2, AS ADDED BY P.L.221-1999,	
37	SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE	
38	JULY 1, 2003]: Sec. 2. (a) In addition to scores on ISTEP assessments	
39	under IC 20-10.1-16 and other assessments, the department shall use	
40	the performance indicators developed under section 1 of this chapter	

and the benchmarks and indicators of performance in each school

corporation's annual performance report as secondary means of



1	assessing the improvement of each school and school corporation.	
2	(b) The department shall assess improvement in the following	
3	manner:	
4	(1) Compare each school and each school corporation to its own	
5	prior performance and not to the performance of other schools or	
6	school corporations.	
7	(2) Compare the actual results in the annual report under	
8	IC 20-1-21 with the benchmarks and indicators of performance	
9	established in the plan for the same school.	
10	(3) Compare the results for a school by comparing each student's	
11	results for each grade with the student's prior year results, with an	
12	adjustment for student mobility rate. The roundtable shall make	
13	recommendations concerning the incorporation of a statistical	
14	adjustment for student mobility rates into the results.	
15	(4) Compare the results for a school to the state average and the	
16	ninety-fifth percentile level for all assessments and performance	
17	indicators.	
18	SECTION 34. THE FOLLOWING ARE REPEALED [EFFECTIVE	
19	JULY 1, 2003]: IC 20-10.1-16-2; IC 20-10.1-16-5.5.	

